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SIIC ENVIRONMENT HOLDINGS LTD.

上海實業環境控股有限公司*

(Incorporated in the Republic of Singapore with limited liability)

(Hong Kong stock code: 807)

(Singapore stock code: BHK)

SIIC Environment Announces Its Results for the First Half of FY2025

Steady Performance with 7.1% YOY Increase in Net Profit Attributable to Shareholders and Significant Improvement in Cash Flow

Financial Highlights

RMB'000	First half of FY2025	First half of FY2024	Changes
Revenue	3,177,120	3,323,515	(4.4%)
Gross profit margin	39.6%	38.4%	1.2pp*
Financial expenses	(350,104)	(400,052)	(12.5%)
Profit for the period	553,515	508,217	8.9%
Net profit attributable to shareholders	344,258	321,446	7.1%
Earnings per share (RMB in cent)	13.37	12.48	7.1%

*pp: percentage point

(Singapore and Hong Kong, August 12, 2025) –**SIIC Environment Holdings Ltd.** (“SIIC

Environment” or the “Company”, together with its subsidiaries, collectively referred to as the “Group”), China’s leading water treatment and environmental protection company, today announced its results for the six months ended 30 June 2025 (the “first half of FY2025” or the “Reporting Period”).

In the first half of FY2025, the Group anchored its operations in stability and propelled growth through innovation, driving synergistic development across all business segments, achieving high-quality performance. In the first half of FY2025, the Group recorded revenue of RMB3.177 billion, with financial expenses decreasing by 12.5% year on year, while net profit attributable to shareholders reached RMB344 million, representing a year-on-year increase of 7.1%.

The operating and maintenance income from services concession arrangements and related financial income, as the Company’s core business revenue segment, continued to maintain a growth trend in the first half of FY2025. The revenue from this segment increased from RMB2.526 billion in the first half of FY2024 to RMB2.650 billion in the first half of FY2025, representing a year-on-year increase of 4.9%, providing solid support for the overall performance improvement of the Group. In addition, with the continuous expansion of the asset-light business, the service income increased from RMB101 million in the first half of FY2024 to RMB120 million, representing a year-on-year growth of 18.0%, with a notable growth rate. Against the backdrop of intense competition in the existing market, this growth has laid a solid foundation for the further expansion of the Group’s business.

In the first half of FY2025, the Group continued to deepen its business layout, achieving construction revenue of RMB272 million. Some newly added construction projects are still in the preparatory stage, resulting in a year-on-year adjustment in construction revenue. The Group is fully advancing major projects such as Hanxi Phase III, steadily strengthening its industry competitiveness and accumulating momentum for future growth.

In terms of financing, during the Reporting Period, the Group continued to optimize its financing structure. Despite an increase in financing scale, financial expenses were significantly reduced compared to the same period in FY2024. During the Reporting Period, the Group’s financial expenses amounted to RMB350 million, representing a decrease of 12.5% as compared with RMB400 million

in the same period of FY2024.

The Group made comprehensive efforts and focused on tackling accounts receivable collection, driving implementation through clear accountability at all levels, effectively curbing the growth rate of receivables with a significantly narrowed year-on-year increase compared to the same period last year, continuously improving collection efficiency, and achieving a breakthrough improvement in cash flow for the current period. Net cash flow from operating activities turned from a net outflow of RMB64 million in the same period of FY2024 to a net inflow of RMB631 million, with free cash flow surging to RMB887 million. As at 30 June 2025, the Group's cash balance remained ample at RMB4.012 billion, laying a solid financial foundation for business expansion, capital optimization, and strategic advancement.

While maintaining steady development in core businesses and enhancing efficiency through cost reduction, the Group actively pursued project expansion, continuously increasing its market share, and achieved solid performance in the first half of the year. In the first half of FY2025, the Group signed a concession agreement with Beiliu City Urban Management Supervision Bureau of Guangxi Zhuang Autonomous Region, successfully securing the Urban Wastewater Treatment Plant Phase III Project in Beiliu, with a designed treatment capacity of 60,000 tonnes per day; a wastewater treatment project in Shanghai was completed and put into operation, with a designed treatment capacity of 25,000 tonnes per day; an Operation and Maintenance project in Shanghai has commenced operations, with a designed treatment capacity of 100,000 tonnes per day; a total of two upgrading and expansion projects located in Sichuan and Heilongjiang Provinces have been completed and commenced operations, contributing a combined designed treatment capacity of 31,000 tonnes per day. In addition, an upgrading and expansion project in Shandong Province fulfilled water quality inspection and met commercial operation conditions, with a designed capacity of 30,000 tonnes per day. In terms of the extension of existing project, the project in Guangxi Zhuang Autonomous Region was granted a concession extension, with a designed treatment capacity of 80,000 tonnes per day. The signing, commissioning, and concession extensions of these projects have not only propelled the Group's market expansion and operational scale enlargement, but also demonstrated its persistent dedication to wastewater treatment, further consolidating its position as a tier-one leader in China's water and

environmental protection industry.

Prospects

In the first half of 2025, the People's Republic of China ("China") continued to advance the construction of a beautiful China. The 2025 Government Work Report (《政府工作報告》) proposed coordinated efforts to reduce carbon emissions and pollution, expand green development, and promote economic growth, accelerating the comprehensive green transformation of economic and social development. By further deepening reforms in the ecological civilization system, China has coordinated industrial restructuring, pollution control, ecological conservation, and climate change mitigation to promote ecological priority, resource efficiency, and green low-carbon development. Efforts to strengthen pollution prevention and ecological construction have been intensified, with continued progress to ensure blue skies, clear waters, and clean soil. A comprehensive action plan for solid waste management has been formulated, alongside enhanced coordinated management of emerging pollutants and environmental risk control. In January 2025, the Ministry of Ecology and Environment issued the Implementation Opinions on Building Pilot Zones for a Beautiful China (《關於建設美麗中國先行區的實施意見》), further implementing the regional coordinated development strategy and major regional strategies, with a focus on the Beijing-Tianjin-Hebei region, the Yangtze River Delta, and the Guangdong-Hong Kong-Macao Greater Bay Area. These efforts aim to synergize high-level protection of the Yangtze and Yellow River basins, address cross-provincial common challenges, strengthen regional green development collaboration, and deepen joint ecological conservation and governance. The Group will actively seize favorable policy opportunities in the industry, advancing the orderly construction and upgrading of existing projects while exploring high-quality new project opportunities. Currently, the Group's benchmark projects under the "One Mountain and One Water" initiative have made significant progress. The benchmark solid waste treatment project—Shanghai Baoshan Renewable Energy Utilization Center ("Baoshan Project")—is operating smoothly, while the key wastewater treatment project—Qingpu Xicen Water Purification Plant ("Xicen Project")—has commenced commercial operations. Moving forward, the Group will continue to optimize its business layout, expand market share, and consolidate its leading position in China's water and environmental protection industry.

In terms of water policy, in January 2025, the Shanghai Municipal Bureau of Ecology and Environment, together with the Municipal Bureau of Planning and Resources, the Municipal Water Authority, the Municipal Commission of Agriculture and Rural Affairs, and the Municipal Administration of Greening and City Appearance, issued the Shanghai Groundwater Pollution Prevention and Control Key Zoning and Management Plan (《上海市地下水污染防治重點區劃定及管控方案》), proposing that water authorities should strengthen the management of drainage networks; enhance the treatment of rural domestic sewage, adopting a combination of on-site centralized treatment, sewer-connected treatment, and resource utilization to fully achieve the treatment and control of rural domestic sewage in designated control areas. In April 2025, the Shanghai Municipal Development and Reform Commission issued the Key Work Arrangements for Carbon Peaking, Carbon Neutrality, Energy Conservation and Emission Reduction in Shanghai for 2025 (《上海市 2025 年碳達峰碳中和及節能減排重點工作安排》), which proposed intensifying the implementation of key pollutant reduction projects, completing a number of sewage treatment projects, and adding sewage treatment capacity of 789,000 cubic meters per day. In May 2025, the Beautiful Rivers and Lakes Protection and Construction Action Plan (2025–2027) (《美麗河湖保護與建設行動方案（2025—2027 年）》) was introduced, requiring a focus on improving water ecological environment quality, adhering to precise, scientific, and law-based pollution control, coordinating water resources, water environment, and water ecological governance, promoting the establishment of an integrated upstream and downstream ecological environment management system in key river basins, vigorously advancing the protection and construction of beautiful rivers and lakes, and enhancing the health of river and lake ecosystems. In June, the General Office of the Central Committee of the Communist Party of China and the General Office of the State Council issued the Opinions on Comprehensively Advancing River and Lake Protection and Governance (《關於全面推進江河保護治理的意見》), proposing that by 2035, the level of water resource conservation and intensiveness should be further improved, and the security of urban and rural water supply should be significantly enhanced; the ecological environment quality of rivers and lakes should be comprehensively improved, and water ecosystems should be healthy and stable.

In terms of wastewater treatment, the Group will actively respond to national policies, firmly implement green development concepts, and continuously reduce carbon dioxide emissions from

wastewater treatment projects through the adoption of new technologies and methods, contributing to the achievement of carbon peaking and carbon neutrality while driving the green development of the industry.

In terms of digitalization of water services, in March 2025, the Ministry of Industry and Information Technology and two other departments issued the Several Opinions on Promoting High-Quality Development in the Environmental Protection Equipment Manufacturing Industry (關於促進環保裝備製造業高質量發展的若干意見). Under the section on fostering new drivers for industry development, it proposes advancing the transformation of pollution control toward the synergistic effect of reducing pollution and carbon emissions; encouraging enterprises in air pollution control, wastewater treatment, and solid waste disposal equipment to develop new process technologies and innovative multi-pollutant control equipment, facilitating the coordinated reduction of pollutants such as sulfur dioxide, nitrogen oxides, fine particulate matter, and volatile organic compounds, improving equipment energy and carbon efficiency, and promoting the resource utilization of waste. It also encourages enterprises to expand their business in areas such as greenhouse gas emission reduction, new pollutant control, and emerging solid waste disposal; and calls for the development of a range of environmental robots, intelligent pollution control equipment, and remote operation and maintenance equipment in areas such as smart water management, pipeline cleaning, and environmental monitoring, while accelerating the application and promotion of advanced technologies such as simulation software, virtual reality, and digital twins.

In terms of green finance, in February 2025, the National Financial Regulatory Administration and the People's Bank of China jointly issued the Implementation Plan for High-Quality Development of Green Finance in the Banking and Insurance Sectors (《銀行業保險業綠色金融高品質發展實施方案》). The plan requires financial institutions to focus on serving industrial structure optimization and upgrading, low-carbon energy transition, ecological environment improvement, biodiversity conservation, and carbon market development from the demand side. On the supply side, it calls for optimizing financial services, increasing bank credit supply, improving the green insurance system, expanding green financial service channels, refining green finance standards, and gradually establishing a comprehensive information disclosure mechanism. With policy support, the Group will

further expand its financing channels, reduce financing costs, and enhance resource allocation efficiency, which will be conducive to the Group's expansion of business scale and development of new projects.

Mr. Ji Guanglin, the Chief Executive Officer, stated: “In the first half of 2025, China's economy continued to maintain a steady and improving trend, with the ‘dual priority’ projects in infrastructure investment advancing further, green investment accelerating, and local government debt resolution achieving significant progress. With coordinated progress in carbon reduction, pollution control, ecological conservation and economic growth, the Group continues to operate in a favorable market environment with robust development opportunities. In the first half of the year, the Group balanced the dual priorities of development and risk management, pursued progress while ensuring stability, implemented targeted measures, further expanded business volume, and achieved significant year-on-year improvements in accounts receivable and cash flow, meeting expected results. In the second half of the year, the Group will continue to uphold a steady yet progressive development philosophy, closely track high-quality projects, actively explore market merger and acquisition opportunities, and further expand new projects and businesses. At the same time, the Group will focus more on cross-border development opportunities in Hong Kong, Singapore, and other regions to drive breakthroughs in overseas expansion. Additionally, the Group will continue to center on refined operations, digital and intelligent empowerment, and technological innovation to continuously enhance operational efficiency, strengthen core competitiveness, ensure stable profitability and sustainable development, and deliver returns to investors. With ESG upgrades as a corporate governance principle, the Group will make greater contributions to environmental health, the construction of a beautiful China, and global environmental protection.”

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About SIIC Environment Holdings Ltd.

SIIC Environment Holdings Ltd. (“SIIC Environment”, stock code: BHK.SG, 807.HK) is a top-tier integrated player in China's water and environmental markets. It is engaged in wastewater treatment,

water supply, sludge treatment, solid waste incineration and other environmentally related businesses. Headquartered in Singapore and listed on the Main board of SGX-ST, the Company successfully launched on the Main board of HKEX in 2018. The controlling shareholder, SIIC Environment, Shanghai Industrial Holdings Limited (“SIHL”, HKEX stock code: 363.HK), was established in 1996, with infrastructure, real estate and consumer products as the core business. The important strategic investor of the Company, China Energy Conservation and Environmental Protection Group (“CECEP”), is a state-owned enterprise mainly engaged in energy conservation and environmental protection, which was reorganized and established in 2010 with the approval of State Council. SIIC Environment has shown tremendous growth and continued to increase its market share in China’s environmental sector.

SIIC Environment is an active investor and operator in the environmental protection industry, with an operating history of more than 15 years in China. Currently, it boasts an overall portfolio of 251 wastewater treatment and water supply projects, solid waste incineration projects and sludge treatment projects across 20 provinces, municipalities, autonomous regions and special administrative region in China, namely Shandong, Guangdong, Hubei, Hunan, Jiangsu, Shanghai, Zhejiang, Jiangxi, Anhui, Fujian, Guangxi, Ningxia, Henan, Liaoning, Inner Mongolia, Shanxi, Sichuan, Jilin, Heilongjiang, and Macau.

Leveraging the Group’s distinctive strategic positioning and business model, SIIC Environment will continue to expand its business in water and solid waste treatment and explore opportunities in other environmentally-related markets such as industrial wastewater treatment, seawater desalination, sludge treatment and disposal, soil remediation, renewable energy, water treatment technology and pollution prevention. The Group is committed to expanding its market share, increasing its scale and efficiency, and consolidating its leading position in China’s water and environmental protection industry.

For more information, please visit: <http://www.siicenv.com>

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As at the date of this announcement, the chairman of the board of Directors and the executive Director is Mr. Zhou Yuding; the executive Directors are Mr. Ji Guanglin, Mr. Wang Xiwang and Mr. Yang Xing; and the independent non-executive Directors are Dr. Kimmis Pun Kim Ming, Mr. An Hongjun and Mr. Zhong Ming.

* *For identification purpose only*